TRUE TO OUR PROMISES ...
SO YOU CAN BE TRUE TO YOURS.

A leading provider of annuities and life insurance, Allianz Life Insurance Company of North America (Allianz) bases each decision on a philosophy of being true: True to our strength as an important part of a leading global financial organization. True to our passion for making wise investment decisions. And true to the people we serve, each and every day.

Through a line of innovative products and a network of trusted financial professionals, and with over 3.7 million contracts issued, Allianz helps people as they seek to achieve their financial and retirement goals. Founded in 1896, Allianz is proud to play a vital role in the success of our global parent, Allianz SE, one of the world’s largest financial services companies.

While we are proud of our financial strength, we are made of much more than our balance sheet. By being true to our commitments and keeping our promises we believe we make a real difference for our clients. It’s why so many people rely on Allianz today and count on us for tomorrow – when they need us most.

Guarantees are backed solely by the financial strength and claims-paying ability of Allianz Life Insurance Company of North America. Product and feature availability may vary by state and broker/dealer.

www.allianzlife.com
Products are issued by:
Allianz Life Insurance Company of North America
PO Box 59060
Minneapolis, MN 55459-0060
800.950.1962

YOU GRANDCHILD'S EDUCATION CAN BE PART OF YOUR LEGACY.

Using life insurance to cover more than your life

Allianz Life Insurance Company of North America

M-5288
(R-3/2020)
Help your grandchildren get a strong start.

The main reason for buying life insurance is to provide a death benefit for your loved ones. But it can also help supplement the cost of your grandchildren's education.

**HERE'S AN EXAMPLE:**

You gift premiums to your son or daughter so they can purchase a life insurance policy on their life, with their own children named as beneficiaries. In the event of the insured’s death, your grandchildren will receive the death benefit, which is generally paid to beneficiaries income-tax-free, and can be used to help fund their college education.

In addition, it offers the potential to build accumulation value tax-deferred that can be accessed later for a variety of reasons, such as the cost of your grandchild’s education, through policy loans or withdrawals.¹ When taking policy loans, you should manage your policy values to ensure the policy remains in force.

**POTENTIAL ADVANTAGES FOR YOU – AND FOR THEM**

Using life insurance to help fund a grandchild’s college education can offer many advantages.

There are no complex eligibility requirements, no qualified education costs, and no income limits to consider. Plus, money received through policy loans or withdrawals generally won’t affect your grandchild’s eligibility for other financial aid. Keep in mind, life insurance policies require health and financial underwriting.

For more information on how life insurance works, and to determine if this strategy may be appropriate for you, please contact your financial professional.

¹ Policy loans and withdrawals will reduce the available cash value and death benefit and may cause the policy to lapse, or affect guarantees against lapse. Withdrawals in excess of premiums paid will be subject to ordinary income tax. Additional premium payments may be required to keep the policy in force. In the event of a lapse, outstanding policy loans in excess of unrecovered cost basis will be subject to ordinary income tax. If a policy is a modified endowment contract (MEC), policy loans and withdrawals will be taxable as ordinary income to the extent there are earnings in the policy. If any of these features are exercised prior to age 59½ on a MEC, a 10% federal additional tax may be imposed. Tax laws are subject to change and you should consult a tax professional.

This content is for general educational purposes only. It is not, however, intended to provide fiduciary, tax, or legal advice and cannot be used to avoid tax penalties or to promote, market, or recommend any tax plan or arrangement. Please note that Allianz Life Insurance Company of North America, its affiliated companies, and their representatives and employees do not give fiduciary, tax, or legal advice. Clients are encouraged to consult their tax advisor or attorney.